

**EXHIBIT 4**

FEB 19:09 FAX 513 869 5412

HAMILTON HILL

## INTERNATIONAL PAPER COMPANY

February 6, 2001

Smart Papers, LLC  
c/o Smart Papers Advisors, LLC  
5355 Town Center Road, Suite 802  
Boca Raton, Florida 33486  
Attention: Marc J. Leder  
and Rodger R. Krouse

Re: Estimated Working Capital

Gentlemen:

Reference is made to the Asset Purchase Agreement dated December 29, 2000 between Champion International Corporation and Smart Papers, LLC (the "Agreement"). Unless otherwise indicated, all capitalized terms shall have the respective meanings assigned thereto in the Agreement.

Pursuant to Section 2.5 of the Agreement, Seller hereby gives notice to Buyer that the Estimated Working Capital of the Business as of February 9, 2001 is \$33,976,000. Attached as Schedule A hereto is the balance sheet used to compute the Estimated Working Capital.

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Pursuant to Section 2.2 of the Agreement, at Closing the Cash  
is equal to \$2,964,000.<sup>1</sup>

At Closing the Cash Purchase Price should be wired to the following

Chase Manhattan Bank  
New York, NY  
ABA# 021000021  
A/C# 0361046469  
A/C Name: International Paper Company

The Cash Purchase Price is equal to \$23,200,000 minus the difference  
between the Working Capital Target of \$54,212,000 and the Estimated Working  
Capital of \$33,976,000.

**HAMILTON PREMIUM PAPERS**  
**Estimated Working Capital**  
**February 9, 2001**

**CURRENT ASSETS**

Cash and Cash Equivalents	\$ 1
Notes and Accounts Receivable	
Trade	13,900
Cash Discount	(530)
Allowance for Doubtful Accounts	(590)
Freight Claims	-
Other	160
Total	<u>\$ 12,340</u>
Inventory	
Fiber	2,850
Supplemental Chemicals	1,270
Storeroom	3,310
Supplies	400
Work-in Process Inventory	2,380
Finished Goods Inventory	25,810
Reserve for LCM	(4,000)
Intercompany Profit Reserve	-
Unicap	-
Total Inventory	<u>\$ 32,020</u>
Prepaid Expenses	60

**TOTAL CURRENT ASSETS** \$ 44,421

**CURRENT LIABILITIES**

Accounts Payable (Trade)	\$ 7,585
Accounts Payable (Customer Rebates)	130
Accounts Payable (Accrued Freight)	-
Total Accounts Payable	<u>\$ 7,715</u>
Accrued Liabilities	
Hourly Payroll	-
Hourly Vacation @ 68%	1,950
Salaried Vacation @ 68%	720
Taxes	-
Other	60
Total Accrued Liabilities	<u>\$ 2,730</u>

**TOTAL CURRENT LIABILITIES** \$ 10,445

**TOTAL WORKING CAPITAL** \$ 33,976